

House Engrossed Senate Bill

State of Arizona
Senate
Forty-fifth Legislature
Second Regular Session
2002

CHAPTER 131

SENATE BILL 1098

AN ACT

AMENDING SECTION 20-1233, ARIZONA REVISED STATUTES; RELATING TO LIFE
INSURANCE AND ANNUITIES.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Section 20-1233, Arizona Revised Statutes, is amended to
3 read:

4 20-1233. Free look; annuity contracts

5 A. Each annuity contract delivered or issued for delivery in this
6 state and each annuity application shall contain a notice prominently printed
7 on or attached to the first page stating that, on written request, an insurer
8 is required to provide within a reasonable time reasonable factual
9 information regarding the benefits and provisions of the annuity contract to
10 the contract holder and that if for any reason the contract holder is not
11 satisfied with the annuity contract the contract holder may return the
12 annuity contract within ten days after the contract is delivered and receive
13 a refund of all monies paid.

14 B. Notwithstanding subsection A, for variable annuity contracts, the
15 refund under subsection A shall equal the sum of the difference between the
16 premiums paid, including any policy or contract fees or other charges, and
17 the amounts allocated to any separate accounts under the policy or contract,
18 and the value of the amounts allocated to any separate accounts under the
19 policy or contract on the date the returned policy is received by the insurer
20 or its agent.

21 C. THE TEN DAY RETURN AND REFUND PROVISION PROVIDED IN SUBSECTION A
22 DOES NOT APPLY TO AN ANNUITY CONTRACT SUPPLEMENTAL TO A SETTLED ANNUITY
23 CONTRACT THAT PROVIDES FOR PAYMENTS IN CONSIDERATION OF ACCUMULATIONS FROM
24 THE ORIGINAL ANNUITY CONTRACT AND THAT IS ISSUED ONLY TO HOLDERS OF THE
25 ORIGINAL CONTRACT.

APPROVED BY THE GOVERNOR MAY 2, 2002.

FILED IN THE OFFICE OF THE SECRETARY OF STATE MAY 2, 2002.

Passed the House April 25, 20 02,

by the following vote: 54 Ayes,

0 Nays, 6 Not Voting

[Signature]
Speaker of the House

Norman L. Moore
Chief Clerk of the House

Passed the Senate March 27, 20 02,

by the following vote: 28 Ayes,

2 Nays, 0 Not Voting

[Signature]
President of the Senate

Chaimin Ballington
Secretary of the Senate

EXECUTIVE DEPARTMENT OF ARIZONA
OFFICE OF GOVERNOR

This Bill was received by the Governor this

 day of , 20 ,

at o'clock M.

Secretary to the Governor

Approved this day of

 , 20 ,

at o'clock M.

Governor of Arizona

S.B. 1098

EXECUTIVE DEPARTMENT OF ARIZONA
OFFICE OF SECRETARY OF STATE

This Bill was received by the Secretary of State

this day of , 20 ,

at o'clock M.

Secretary of State

SENATE CONCURS IN HOUSE AMENDMENTS
AND FINAL PASSAGE

Passed the Senate April 30, 20 02,

by the following vote: 26 Ayes,

0 Nays, 4 Not Voting

Randall Smith
President of the Senate

Charmin Bullington
Secretary of the Senate

EXECUTIVE DEPARTMENT OF ARIZONA
OFFICE OF GOVERNOR

This Bill was received by the Governor this

30 day of April, 2002,

at 12:48 o'clock P. M.

Sandra Gamm
Secretary to the Governor

Approved this 2 day of

May, 2002,

at 10:15 o'clock A. M.

Janice K. Hull
Governor of Arizona

EXECUTIVE DEPARTMENT OF ARIZONA
OFFICE OF SECRETARY OF STATE

This Bill was received by the Secretary of State

this 2 day of May, 2002

at 4:23 o'clock P. M.

Robert Bayless
Secretary of State

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